



	2022-23 Proposed Budget (March 2022)	2022-23 Proposed Budget (Published May 4, 2022) ⁸	Variance from March to May
Total Beginning Fund Balance	5,138,955	5,290,262	151,307
Revenue:			
Interest	50,000	50,000	0
Miscellaneous	100,000	100,000	0
Parking Lots & Garages ¹	10,888,419	10,888,200	(219)
Parking Meters ²	2,875,000	2,875,000	0
Total Revenue	13,913,419	13,913,200	(219)
Transfers			
Transfer from Parking Capital Fund	0	0	0
- Public Restrooms	0	0	0
Total Transfers	0	0	0
TOTAL SOURCE OF FUNDS	19,052,374	19,203,462	151,088
Operating Expenditures			
DOT Contract/Non-Pers/Equip ³	7,744,051	7,895,645	151,594
-Public Restrooms	0	0	0
DOT Personal Services ⁴	2,701,523	2,683,124	(18,399)
Overhead ⁵	1,662,749	1,448,613	(214,136)
Police Parking Garage Security Detail ⁶	332,800	320,000	(12,800)
Total Operating Expenditures	12,441,123	12,347,382	(93,741)
Operating Revenue Less Operating Expenditures	1,472,297	1,565,818	93,522
Transfers Out			
City Hall Debt Service Fund	91,534	99,204	7,670
Downtown PBID	77,447	77,447	0
General Fund	497,000	497,000	0
-Downtown Ice Rink Improvements ⁷	0	100,000	100,000
- San Jose Downtown Association	229,473	229,473	0
Total Transfers	895,454	1,003,124	107,670
Net Revenue	576,843	562,694	(14,148)
Total Transfer to Capital Budget Fund 559	1,770,000	1,770,000	0
Total Expenditures	15,106,577	15,120,506	13,929
Net Change to Fund Balance	(1,193,158)	(1,207,306)	(14,148)

¹ \$10.89M represents a 15% increase over FY 21-22 Modified Budget

² \$2.88M represent 15% increase over FY 21-22 Modified Budget

³ FY 22-23 Proposed amounts increased to pre-pandemic FY 19-20 level, May total includes March Mayor's Budget Message Downtown Business Employees Eco-Pass funding

⁴ Assumed an expense increase of 4% over the 21-22 Modified Adopted Budget, Budget Office increased to 8%

⁵ Assumed an expense increase of 5% over the 21-22 Modified Adopted Budget, Budget Office reduced from that level

⁶ Assumed an expense increase of 3% over the 21-22 Modified Adopted Budget, Budget Office did not

⁷ May includes March Mayor's Budget Message Downtown Ice Rink funding

⁸ Proposed Budget was published May 4, 2022. City Council Budget Study Sessions conducted during the weeks of May 9th & May 16th. Adopted Budget to be published June 21, 2022.

Parking

2023-2027 Proposed Capital Improvement Program

OVERVIEW

INTRODUCTION

Historically, the Parking Capital Program maintains and improves existing parking facilities, upgrades and replaces both off-street and on-street parking equipment, develops new parking facilities, and supports investments in multi-modal transportation facilities in the Greater Downtown area and meter districts. The off-street component of the program consists of eight garages and six surface lots with 7,293 parking spaces, located primarily within the Downtown core. The on-street component consists of 2,253 metered parking spaces in the areas of Downtown, Japantown, Civic Center, and SAP Center/Diridon Station.

PARKING SYSTEM INFRASTRUCTURE	
PARKING METERS	2,253
CITY PARKING LOTS	6
CITY PARKING GARAGES	8

The 2023-2027 Proposed Capital Improvement Program (CIP) provides total funding of \$24.0 million over the five years, of which approximately \$20.0 million is programed for CIP projects and \$3.3 million to replenish CIP reserves. The remaining \$643,000 has been allocated for the City Hall Debt Service expense, project overhead commitments, and fund balance. This program is part of the Transportation and Aviation Services City Service Area (CSA) and supports three outcomes: 1) *Provide Viable Transportation Choices that Promote a Strong Economy*; 2) *Preserve and Improve Transportation Assets and Facilities*; and 3) *Travelers Have a Positive, Reliable, and Efficient Experience*.

PROGRAM PRIORITIES AND OBJECTIVES

This CIP was developed with guidance from the Envision San José 2040 General Plan, focused on providing a well-maintained parking infrastructure with the goal of supporting Downtown as a regional job, entertainment, and cultural destination. The 2022-2026 Adopted CIP was significantly pared back to focus limited available resources on ensuring the ongoing maintenance of the City's parking facilities. As parking operations are still slow in returning to pre-pandemic levels, this 2023-2027 Proposed CIP continues to focus its growing – but still limited – resources to addressing larger scale maintenance needs and rehabilitating the aging garage elevator infrastructure system-wide.



Conceptual Market Street Garage Façade Project

SOURCES OF FUNDING

The 2023-2027 Proposed CIP's \$24.0 million of funding, represents an overall decrease of \$7.6 million from the \$31.6 million programmed in the 2022-2026 Adopted CIP, primarily as a result of the elimination of the \$8.7 million transfer from the General Purpose Parking Operating Fund, as parking activity is slowly increasing from COVID-19 pandemic lows. Given the improved economic outlook in the General Purpose Parking Operating Fund, this CIP eliminates the \$8.7 million that was previously programmed to support operations and can instead, once again, begin to support limited capital projects and build reserves for future capital projects, investments, and improvements.

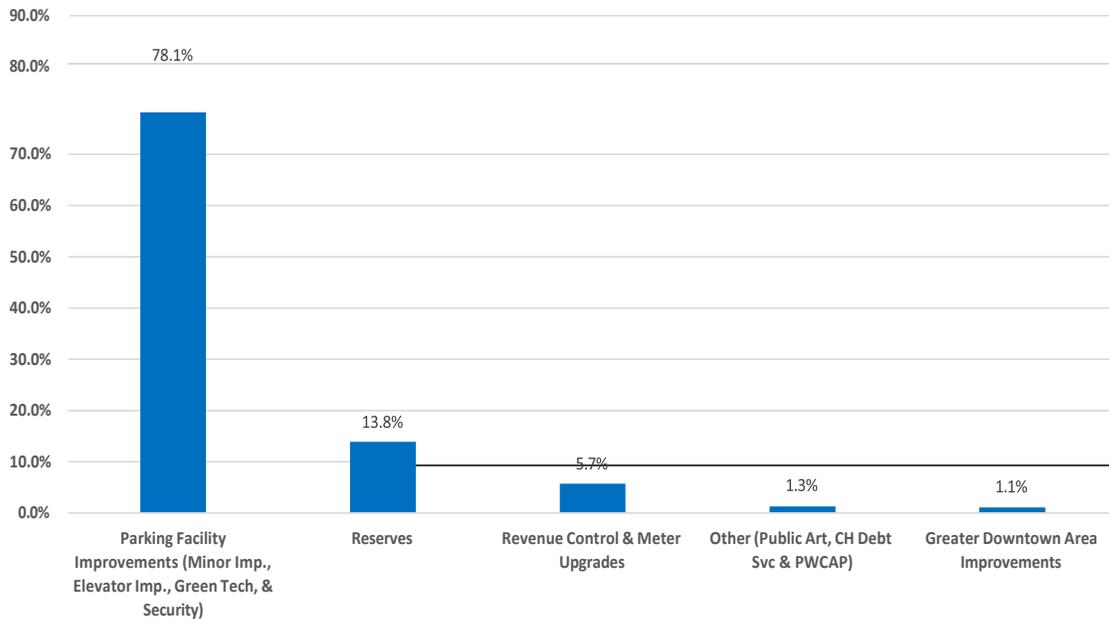
PROGRAM HIGHLIGHTS

The 2023-2027 Proposed CIP focuses on continuing to maintain existing parking facilities with an added focus on rehabilitating the aging garage elevator infrastructure system-wide. Due to ongoing operating revenue challenges, this CIP is not able to support the funding of facility enhancements, but can support extremely limited ongoing multi-modal and streetscape improvements throughout the greater downtown area and within various meter districts.

The Parking Capital Program's expenditures are organized to show the use of funds in several categories. The table below summarizes key projects and reserves included in the 2023-2027 Proposed CIP. For further information on the program's individual projects please refer to the respective summaries in the Detail of Projects section.

Project Name	Project Description	2023-2027 CIP Cost	Estimated Completion
Minor Parking Facility Improvements	Perform minor repair work that is not part of the annual cleaning and maintenance schedule to prolong the useful life of the parking facilities.	\$9.8 million	Ongoing
Garage Elevator Upgrades	Repair and maintenance of facility elevators.	\$4.7 million	Ongoing
Garage Façade Improvements	Repair and maintenance of facility facades.	\$2.6 million	Q4 2022
SAP/Diridon Area Parking and Transportation Reserve	Future capital projects, investments, and improvements to parking and streetscapes within the SAP/Diridon Area.	\$1.8 million	Ongoing
Parking and Transportation Capital Development Reserve	Future capital projects, investments, and improvements to parking and streetscapes.	\$1.5 million	Ongoing
Revenue Control	Provides replacement meters and repairs to parking access and revenue control equipment at parking facilities.	\$1.4 million	Ongoing

2023-2027 Parking Capital Program Expenditures - \$23.6 million
(excludes Ending Fund Balance)



MAJOR CHANGES FROM THE 2022-2026 ADOPTED CIP

The overall size of the Parking CIP decreased by \$7.6 million from \$31.6 million in the 2022- 2026 Adopted CIP to \$24.0 million in the 2023-2027 Proposed CIP. The change is primarily due to an increased Transfer from the General Purpose Parking Operating Fund offset by projects that are anticipated to complete in 2021-2022 and are therefore no longer included in the five-year planning horizon.

Major Changes to Project Budgets

The following table outlines the most significant changes to project budgets, including new/augmented allocations and reduced/eliminated allocations.

Project	Increase/(Decrease)
Parking and Transportation Capital Development Reserve	\$1.5 million
Garage Elevator Upgrades	\$2.2 million
Minor Parking Facility Improvements	\$1.0 million
Transfer to General Purpose Parking Operating Fund	(\$8.7 million)
SAP/Diridon Area Parking and Transportation Reserve	(\$0.7 million)

OPERATING BUDGET IMPACT

Projects in the 2023-2027 Proposed CIP maintain existing facilities or replace existing equipment in facilities or on-street to avoid or reduce possible future maintenance costs, extend the useful life of facilities, and facilitate the implementation of various multi-modal and streetscape improvements, without incurring additional long-term operating and maintenance costs.

Parking
2023-2027 Proposed Capital Improvement Program
 Source of Funds (Combined)

	Estimated						
	2021-2022	2022-2023	2023-2024	2024-2025	2025-2026	2026-2027	5-Year Total*
General Purpose Parking Capital Fund (559)							
Beginning Balance	33,268,210	16,188,210	7,339,210	5,466,210	5,093,210	3,220,210	16,188,210
Reserve for Encumbrance	5,756,735						
Transfers and Reimbursements							
Transfer from the General Purpose Parking Fund (533)		1,770,000	2,500,000	2,500,000	1,000,000		7,770,000
TOTAL Transfers and Reimbursements		1,770,000	2,500,000	2,500,000	1,000,000		7,770,000
Total General Purpose Parking Capital Fund (559)	39,024,945	17,958,210	9,839,210	7,966,210	6,093,210	3,220,210	23,958,210
TOTAL SOURCES	39,024,945	17,958,210	9,839,210	7,966,210	6,093,210	3,220,210	23,958,210

* The 2023-2024 through 2026-2027 Beginning Balances are excluded from in FIVE-YEAR TOTAL SOURCE OF FUNDS to avoid multiple counting of the same funds.

Parking
2023-2027 Proposed Capital Improvement Program
Use of Funds (Combined)

	Estimated 2021-2022	2022-2023	2023-2024	2024-2025	2025-2026	2026-2027	5-Year Total*
Parking							
Downtown Event Parking Dynamic Message Sign Repair and Upgrades	39,127						
Garage Elevator Upgrades	2,548,000	2,700,000	500,000	500,000	500,000	500,000	4,700,000
Garage Façade Improvements	1,964,000	2,600,000					2,600,000
Greater Downtown Area Multi-Modal/Streetscape Improvements	92,071	50,000	50,000	50,000	50,000	50,000	250,000
Greater Downtown Parking Inventory	9,260,914						
Green Technologies and Innovation	200,000	200,000	200,000	200,000	200,000	200,000	1,000,000
Minor Parking Facility Improvements	1,813,514	2,770,000	1,750,000	1,750,000	1,750,000	1,750,000	9,770,000
Revenue Control & Meter Upgrades	5,608,109	350,000	250,000	250,000	250,000	250,000	1,350,000
Security Improvements	1,115,000	75,000	75,000	75,000	75,000	75,000	375,000
General Construction - Parking	22,640,735	8,745,000	2,825,000	2,825,000	2,825,000	2,825,000	20,045,000
Parking - Construction	22,640,735	8,745,000	2,825,000	2,825,000	2,825,000	2,825,000	20,045,000
Public Art Allocation	99,000						
Public Art Projects	99,000						
Capital Program and Public Works Department Support Service Costs	75,000	82,000	26,000	26,000	26,000	26,000	186,000
Allocations	75,000	82,000	26,000	26,000	26,000	26,000	186,000
City Hall Debt Service Fund	22,000	22,000	22,000	22,000	22,000	22,000	110,000
Transfers to Special Funds	22,000	22,000	22,000	22,000	22,000	22,000	110,000
Transfers Expense	22,000	22,000	22,000	22,000	22,000	22,000	110,000
Parking and Transportation Capital Development Reserve			1,500,000				1,500,000

* The 2022-2023 through 2025-2026 Ending Balances are excluded from the FIVE-YEAR TOTAL USE OF FUNDS to avoid multiple counting of the same funds.

Parking
2023-2027 Proposed Capital Improvement Program
 Use of Funds (Combined)

	Estimated 2021-2022	2022-2023	2023-2024	2024-2025	2025-2026	2026-2027	5-Year Total*
SAP/Diridon Area Parking and Transportation Reserve		1,770,000					1,770,000
Expense Reserves - Non Construction		1,770,000	1,500,000				3,270,000
Total Expenditures	22,836,735	10,619,000	4,373,000	2,873,000	2,873,000	2,873,000	23,611,000
Ending Fund Balance	16,188,210	7,339,210	5,466,210	5,093,210	3,220,210	347,210	347,210
TOTAL	39,024,945	17,958,210	9,839,210	7,966,210	6,093,210	3,220,210	23,958,210